## UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY

STABILIS ENERGY SERVICES LLC	_)	FE DOCKET NO. 14-84-LNG
STABILIS ENERGT SERVICES LLC	) )	TE DOCKET NO. 14-64-LING

## **ERRATA**

## DOE/FE Order No. 3463

On July 25, 2014, in DOE/FE Order No. 3463, the Office of Fossil Energy of the Department of Energy (DOE/FE) granted Stabilis Energy Services LLC (SES) blanket authority to import and export liquefied natural gas (LNG) up to a combined total of the equivalent of 12 billion cubic feet of natural gas from and to Canada and Mexico by truck, rail, barge, and non-barge waterborne vessels, pursuant to transactions that have terms of no longer than two years. The authorization is effective for a two-year term, which began on July 25, 2014, and extends through July 24, 2016. In SES's Application requesting this authorization, SES also had asked DOE/FE to grant it agency rights, so that it may import and export the authorized volume of LNG on behalf of other entities who hold title to the LNG at the time of import and export. That authority was omitted inadvertently from DOE/FE Order No. 3463.

Therefore, the following four changes will be made to Order No. 3463:

## (1) In Section II of the Order (FINDING), the following will be added at the end:

SES requests authorization to import and export LNG on its own behalf and as agent for other entities who hold title to the LNG at the time of import and export.

DOE/FE previously addressed the issue of Agency Rights in DOE/FE Order No. 2913, which granted Freeport LNG Expansion, L.P. and FLNG Liquefaction, LLC (collectively, FLEX) authority to export LNG to FTA countries. In that order, DOE/FE approved a proposal by FLEX to register each LNG title holder for whom FLEX sought to export LNG as agent. DOE/FE found that this proposal was an acceptable alternative to the non-binding policy adopted by DOE/FE in *The Dow Chemical Company*, which established that the title for all LNG authorized for export must be held by the authorization holder at the point of export. We find that the same policy considerations that supported DOE/FE's acceptance of the alternative registration proposal in DOE/FE Order No. 2913 apply here as well.

DOE/FE reiterated its policy on Agency Rights procedures in *Gulf Coast LNG Export*, *LLC*.<sup>3</sup> In *Gulf Coast*, DOE/FE confirmed that, in LNG export orders in which Agency Rights have been granted, DOE/FE shall require registration materials filed for, or by, an LNG title-holder (Registrant) to include the same company identification

<sup>&</sup>lt;sup>1</sup> Freeport LNG Expansion, L.P., et al., DOE/FE Order No. 2913, FE Docket No. 10-160-LNG, Order Granting Long-Term Authorization to Export Liquefied Natural Gas from Freeport LNG Terminal to Free Trade Nations (Feb. 10, 2011).

<sup>&</sup>lt;sup>2</sup> The Dow Chemical Company, DOE/FE Order No. 2859, FE Docket No. 10-57-LNG, Order Granting Blanket Authorization to Export Liquefied Natural Gas, at 7-8 (Oct. 5, 2010), discussed in *Freeport LNG*, DOE/FE Order No. 2913, at 7-8.

<sup>&</sup>lt;sup>3</sup> Gulf Coast LNG Export, LLC, DOE/FE Order No. 3163, FE Docket No. 12-05-LNG, Order Granting Long-Term Multi-Contract Authorization to Export Liquefied Natural Gas By Vessel from the Proposed Brownsville Terminal to Free Trade Agreement Nations (Oct. 16, 2012).

information and long-term contract information of the Registrant as if the Registrant had filed an application to export LNG on its own behalf.<sup>4</sup>

To ensure that the public interest is served, the authorization granted herein shall be conditioned to require that where SES proposes to import and export LNG as agent for other entities who hold title to the LNG (Registrants), SES must register with DOE/FE those entities on whose behalf it will import or export LNG in accordance with the procedures and requirements described herein.

- (2) In the section titled <u>ORDER</u>, Ordering Paragraph H will be added to read:
  - (H) SES is permitted to use its authorization in order to import and export LNG as agent for other entities, after registering the other parties with DOE/FE. Registration materials shall include an acknowledgement and agreement by the Registrant to supply SES with all information necessary to permit SES to register that person or entity with DOE/FE, including: (1) the Registrant's agreement to comply with this Order and all applicable requirements of DOE's regulations at 10 C.F.R. Part 590, including but not limited to destination restrictions; (2) the exact legal name of the Registrant, state/location of incorporation/registration, primary place of doing business, and the Registrant's ownership structure, including the ultimate parent entity if the Registrant is a subsidiary or affiliate of another entity; and (3) the name, title, mailing address, e-mail address, and telephone number of a corporate officer or employee of the Registrant to whom inquiries may be directed.

<sup>&</sup>lt;sup>4</sup> See id. at 7-8.

(3) In the section titled ORDER, Ordering Paragraph I will be added to read:

(I) Each registration submitted pursuant to this Order shall have current information on

file with DOE/FE. Any changes in company name, contact information, or other relevant

modification, shall be filed with DOE/FE within 30 days of such change(s).

(4) In the section titled <u>ORDER</u>, Ordering Paragraph J will be added to read:

(J) As a condition of this authorization, SES shall ensure that all persons required by this

Order to register with DOE/FE have done so. Any failure by SES to ensure that all such

persons or entities are registered with DOE/FE shall be grounds for rescinding in whole

or in part the authorization.

All other Findings and Ordering Paragraphs in DOE/FE Order No. 3463 remain in full

force and effect.

Issued in Washington, D.C., on January 5, 2015.

John A. Anderson

Director, Office of Oil and Gas Global Security and Supply

Office of Oil and Natural Gas